

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF AIRVIEW ESTATES, INC.	)	
FOR RATE ADJUSTMENT PURSUANT TO THE	)	CASE NO.
ALTERNATIVE RATE FILING PROCEDURE FOR	)	95-273
SMALL UTILITIES	)	

O R D E R

On June 21, 1995, Airview Estates, Inc. ("Airview") submitted an application for Commission approval of a proposed increase in its rates for sewer service. The proposed rates for sewer service would generate additional annual revenues of \$5,559, an increase of 14.7 percent above test-year revenues. Airview subsequently amended its application to request total additional revenues of \$7,671, a total increase of 20.3 percent. Upon amending its application, Airview published notice of this action in accordance with Commission Regulation 807 KAR 5:076 and KRS 278.185.

In August 1995, Commission Staff conducted a field review of Airview's test-period financial records. Based upon this review, Commission Staff issued its report on September 20, 1995, in which it found that, in view of Airview's present financial condition, rates generating additional revenues of \$7,671 were reasonable.

On September 20, 1995, the Commission ordered all parties to submit their written comments on the Staff Report. The utility has accepted the recommendations contained in the Staff Report. In his

comments, the Attorney General did not dispute Commission Staff's findings or recommendations.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that the rates in Appendix A are the fair, just, and reasonable rates for Airview and will produce gross annual revenues of \$43,239. It further finds that these rates will allow Airview sufficient revenues to meet its operating expenses, and provide for future equity growth, including provisions for servicing its debt.

IT IS THEREFORE ORDERED that:

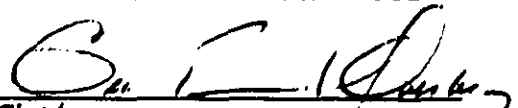
1. The recommendations and findings contained in the Staff Report are adopted as the Commission's findings and are incorporated by reference as if fully set out herein.

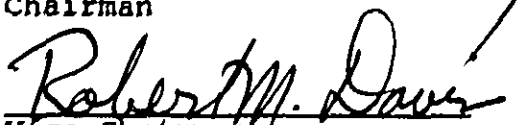
2. The rates proposed by Airview and contained in Appendix A are approved for service rendered by Airview on and after the date of this Order.


3. Within 30 days of the date of this Order, Airview shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 20th day of November, 1995.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director

## APPENDIX A

### AN APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 95-273 DATED 11/20/95

The following rates and charges are prescribed for the customers in the area served by Airview Estates, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rate per Single Family Residence	\$18.90
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